

GRANT PARISH SHERIFF
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2009

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1/13/10

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December 16, 2009

Independent Auditors' Report

The Honorable Baxter Welch
Grant Parish Sheriff

We have audited the accompanying basic financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Grant Parish Sheriff, as of and for the year ended June 30, 2009, which collectively comprise the Sheriff's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Grant Parish Sheriff's management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Grant Parish Sheriff, as of June 30, 2009, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis and budgetary comparison information listed in the accompanying table of contents are not a required part of the financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding


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the methods of measurement and presentation of the required supplemental information. However, we did not audit the information and express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 16, 2009, on our consideration of the Grant Parish Sheriff's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Grant Parish Sheriff's basic financial statements. The combining financial statements listed in the table of contents are presented for the purpose of additional analysis and are not a required part of the financial statements of the Grant Parish Sheriff. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in black ink, appearing to read "Rozier Harrington & McKay", with a stylized flourish at the end.

ROZIER, HARRINGTON & MCKAY
Certified Public Accountants

GRANT PARISH SHERIFF

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2009

This section of the annual financial report presents our discussion and analysis of the Grant Parish Sheriff's financial performance during the fiscal year ended June 30, 2009.

OVERVIEW OF FINANCIAL STATEMENTS

The basic financial statements include government-wide financial statements and fund financial statements. These two types of financial statements present the Grant Parish Sheriff's financial position and results of operations from differing perspectives which are described as follows:

Government –Wide Financial Statements

The government-wide financial statements report information about the Grant Parish Sheriff as a whole using accounting methods similar to those used by private-sector companies. The government-wide financial statements report all revenues and expenses regardless of when cash is received or paid. Furthermore, the government-wide statements include all of the Grant Parish Sheriff's assets and all liabilities. All of the Sheriff's activities are classified as governmental activities in the government-wide financial statements. The governmental activities are financed primarily by property taxes, sales taxes and grants.

Fund Financial Statements

Fund financial statements provide detailed information regarding the Grant Parish Sheriff's most significant activities and are not intended to provide information for the Sheriff's Office as a whole. Funds are accounting devices that are used to account for specific sources of funds. All of the Grant Parish Sheriff's funds are Governmental Funds. These funds are used to account for essentially the same functions that are reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements, the governmental funds use a modified accrual basis of accounting that provides a short-term view of the Grant Parish Sheriff's finances. Assets reported by governmental funds are limited to amounts that are available for current needs. In addition, liabilities are limited to amounts that are expected to be paid from currently available assets.

FINANCIAL ANALYSIS OF THE GRANT PARISH SHERIFF AS A WHOLE

An analysis of the government-wide Statement of Net Assets is presented as follows:

GRANT PARISH SHERIFF

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2009

	June 30,	
	2009	2008
<u>Assets:</u>		
Cash and Cash Equivalents	\$ 3,128,612	\$ 2,706,171
Receivables	348,871	246,174
Due from Fiduciary Funds	92,048	93,895
Capital Assets – Land	29,738	29,738
Capital Assets	3,913,839	4,195,410
Total Assets	<u>7,513,108</u>	<u>7,271,388</u>
<u>Liabilities:</u>		
Accounts Payable and Other Payables	157,896	67,250
Due to Fiduciary Funds	406	874
Long Term Debt		
Compensated Absences	32,953	39,701
Net Other Post Employment Benefits	116,797	—
Total Liabilities	<u>308,052</u>	<u>107,825</u>
<u>Net Assets:</u>		
Invested in Capital Assets	3,943,577	4,225,148
Unrestricted	3,261,479	2,938,415
Total Net Assets	<u>\$ 7,205,056</u>	<u>\$ 7,163,563</u>

As the presentation appearing above demonstrates, a substantial portion of the Grant Parish Sheriff's net assets (45.3%) are unrestricted and may be used to meet the Grant Parish Sheriff's ongoing obligations. The remaining net assets (54.7%) are invested in capital assets that are used to conduct public safety operations.

An analysis of the government-wide Statement of Activities is presented as follows:

	For the Year Ended June 30,	
	2009	2008
<u>Revenues:</u>		
Program Revenue:		
Charges for Services	\$ 1,286,326	\$ 1,395,152
Operating Grants and Contributions	572,300	306,736
Capital Grants and Contributions	35,952	9,901
General Revenue:		
Property Taxes	1,702,012	1,565,900
Sales Taxes	926,965	970,868
Revenue Sharing	102,411	112,330
Investment Income	60,887	38,831
Other	6,154	58,066
Total Revenue	<u>4,693,007</u>	<u>4,457,784</u>

GRANT PARISH SHERIFF

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2009

	For the Year Ended June 30,	
	2009	2008
<u>Program Expenses:</u>		
Public Safety	4,651,514	4,212,905
Total Program Expenses	4,651,514	4,212,905
Change in Net Assets	41,493	244,879
Net Assets Beginning	7,163,563	6,918,684
Net Assets Ending	\$ 7,205,056	\$ 7,163,563

As the accompanying presentation demonstrates, the Sheriff's Office has experienced favorable financial trends. Net assets have increased by \$41,493 representing an improvement of 0.6% over the net asset balance for the previous year.

FINANCIAL ANALYSIS OF THE GRANT PARISH SHERIFF'S FUNDS

For the year ended June 30, 2009, governmental fund balances increased by \$433,113. Differences between the increase in fund balances and the increase in government-wide net assets are attributable to including depreciation expense and the cost of providing other post employment benefits in the government wide presentation. Those cost do not meet the criteria for being reported in the fund financial statements.

BUDGET HIGHLIGHTS

Budgets for the General Fund and the Major Special Revenue Funds have been amended to respond to circumstances make minor changes to revenue projections and make other modifications to address matters that were not anticipated when the initial budget was prepared.

CAPITAL ASSET ADMINISTRATION

For the year ended June 30, 2009, capital asset acquisitions were limited primarily to replacing items that were fully depreciated and had little future value due to wear from ordinary use.

DEBT ADMINISTRATION

Long-term debt is limited to the obligation to pay employees vested accrued leave balances and provide healthcare benefits to retirees.

FACTORS EXPECTED TO AFFECT FUTURE OPERATIONS

At the present time, management is not aware of factors that are expected to affect future operations.

MANAGEMENT CONTACT

Questions and comments may be directed to Heather T. Elias at Post Office Box 187, Colfax, Louisiana 71417.

Grant Parish Sheriff

Statement of Net Assets

June 30, 2009

	Governmental Activities
<u>ASSETS</u>	
Cash and Cash Equivalents	\$ 3,128,612
Receivables (net)	348,871
Due From Fiduciary Funds	92,048
Capital Assets - Land	29,738
Capital Assets - Depreciable	<u>3,913,839</u>
Total Assets	<u>7,513,108</u>
<u>LIABILITIES</u>	
Accounts Payable and Other Payables	157,896
Due To Fiduciary Funds	406
Long-Term Liabilities	
Compensated Absences	32,953
Net Other Post Employment Benefits	<u>116,797</u>
Total Liabilities	<u>308,052</u>
<u>NET ASSETS</u>	
Invested in Capital Assets, Net of Related Debt	3,943,577
Unrestricted	<u>3,261,479</u>
Total Net Assets (deficit)	<u>\$ 7,205,056</u>

The accompanying notes are an integral part of the financial statements.

Grant Parish Sheriff

Statement of Activities

For the Year Ended June 30, 2009

	Expenses	Program Revenue			Net (Expenses) Revenue and Changes in Net Assets
		Charges For Services	Operating Grants and Contributions	Capital Grants and Contributions	
<u>Governmental Activities</u>					
Public Safety					
Grant Parish	\$ 4,350,399	\$ 1,286,326	\$ 271,185	\$ 35,952	\$ (2,756,936)
Claiborne Parish	5,531	-	5,531	-	-
Winn Parish	67,205	-	67,205	-	-
Natchitoches Parish	136,834	-	136,834	-	-
Rapides Parish	51,875	-	51,875	-	-
Webster Parish	7,957	-	7,957	-	-
Vernon Parish	31,713	-	31,713	-	-
Total Governmental Activities	4,651,514	1,286,326	572,300	35,952	(2,756,936)
<u>General Revenues</u>					
Taxes					
Property Taxes					1,702,012
Sales Taxes for General Purposes					926,965
State Revenue Sharing					102,411
Interest Income					60,887
Other					6,154
Total General Revenues					2,798,429
Change in Net Assets					41,493
Net Assets - Beginning					7,163,563
Net Assets - Ending					\$ 7,205,056

The accompanying notes are an integral part of the financial statements.

Grant Parish Sheriff

Balance Sheet - Governmental Funds

June 30, 2009

	General	Emergency 911 Fund	COPS Meth Initiative	Capital Projects	Other Governmental Funds	Total Governmental Funds
Assets						
Cash and Cash Equivalents	\$ 2,332,036	\$ 410,972	\$ 10,827	\$ 354,098	\$ 20,679	\$ 3,128,612
Receivables	207,806	30,200	104,919	-	5,946	348,871
Due From Fiduciary Funds	92,048	-	-	-	-	92,048
Due From Other Funds	45,897	-	6,213	-	-	52,110
Total assets	\$ 2,677,787	\$ 441,172	\$ 121,959	\$ 354,098	\$ 26,625	\$ 3,621,641
Liabilities and Fund Balance						
<u>Liabilities</u>						
Accounts Payable	\$ 54,992	\$ 217	\$ 101,343	\$ -	\$ 1,344	\$ 157,896
Due to Fiduciary Funds	406	-	-	-	-	406
Due to Other Funds	6,213	-	20,616	-	25,281	52,110
Total liabilities	61,611	217	121,959	-	26,625	210,412
<u>Fund Balance</u>						
Unreserved						
General Fund	2,616,176	-	-	-	-	2,616,176
Special Revenue Funds	-	440,955	-	-	-	440,955
Capital Project Funds	-	-	-	354,098	-	354,098
Total Fund Balances	2,616,176	440,955	-	354,098	-	3,411,229
Total Liabilities and Fund Balance	\$ 2,677,787	\$ 441,172	\$ 121,959	\$ 354,098	\$ 26,625	\$ 3,621,641

The accompanying notes are an integral part of the financial statements.

Grant Parish Sheriff

Reconciliation of the Governmental Funds Balance

Sheets to the Statement of Net Assets

June 30, 2009

Total Fund Balances - Governmental Funds	\$ 3,411,229
Amounts reported for governmental activities in the statement of net assets are different because:	
Long term liabilities are not due and payable in the current period and therefore they are not reported in the Governmental Fund Balance Sheet	(149,750)
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	<u>3,943,577</u>
Net Assets of Governmental Activities	<u>\$ 7,205,056</u>

The accompanying notes are an integral part of the financial statements.

Grant Parish Sheriff

Statement of Revenue, Expenditures and Changes in Fund Balance - Governmental Funds For the Year Ended June 30, 2009

	General	Emergency 911 Fund	COPS Meth Initiative	Capital Projects	Other Governmental Funds	Total Governmental Funds
<u>Revenues:</u>						
Taxes						
Property Taxes	\$ 1,702,012	\$ -	\$ -	\$ -	\$ -	\$ 1,702,012
Sales Taxes	926,965	-	-	-	-	926,965
Intergovernmental	411,802	-	280,051	-	51,600	743,453
Fees, Charges, Fines and Forfeitures	1,046,487	170,242	-	-	-	1,216,729
Other	62,505	4,365	-	12,560	24,418	103,848
Total revenues	4,149,771	174,607	280,051	12,560	76,018	4,693,007
<u>Expenditures:</u>						
Current						
Public Safety						
Grant Parish						
Personnel Services	2,802,588	-	1,605	-	25,548	2,829,741
Operating Services	558,182	948	8,184	-	1,915	569,229
Materials and Supplies	418,705	45,801	-	-	200	464,706
Other Expenses	41,936	69	-	-	-	42,005
Claiborne Parish	-	-	-	-	5,531	5,531
Winn Parish	-	-	41,883	-	25,322	67,205
Natchitoches Parish	-	-	136,834	-	-	136,834
Rapides Parish	-	-	51,875	-	-	51,875
Webster Parish	-	-	7,957	-	-	7,957
Vernon Parish	-	-	31,713	-	-	31,713
Capital Expenditures	53,098	-	-	-	-	53,098
Total expenditures	3,874,509	46,818	280,051	-	58,516	4,259,894

Continued....

The accompanying notes are an integral part of the financial statements.

Grant Parish Sheriff

Statement of Revenue, Expenditures and Changes in

Fund Balance - Governmental Funds

For the Year Ended June 30, 2009

	General	Emergency 911 Fund	COPS Meth Initiative	Capital Projects	Other Governmental Funds	Total Governmental Funds	Concluded
Excess (Deficiency) of Revenues Over Expenditures	275,262	127,789	-	12,560	17,502	433,113	
Other Financing Sources (Uses)							
Transfers In	109,418	-	-	-	6,916	116,334	
Transfers Out	(6,916)	(85,000)	-	-	(24,418)	(116,334)	
Net Change in Fund Balances	377,764	42,789	-	12,560	-	433,113	
Fund balance - Beginning of Year	2,238,412	398,166	-	341,538	-	2,978,116	
Fund balance - End of Year	\$ 2,616,176	\$ 440,955	\$ -	\$ 354,098	\$ -	\$ 3,411,229	

The accompanying notes are an integral part of the financial statements.

Grant Parish Sheriff

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities For the Year Ended June 30, 2009

Change in Fund Balances - Governmental Funds	\$	433,113
Some transactions reported in the statement of activities do not require the use of current financial resources. According, a timing difference exist between when transactions affect the governmental funds and government-wide activities.		(110,049)
Capital outlays are reported in Governmental Funds as expenditures; however, in the Government-Wide Statement of Activities, the cost is reported as an asset and allocated over estimated useful lives as depreciation expense. Amounts reported as capital expenditures and depreciation expense are provided as follows:		
Capital expenditures reported by Governmental Funds	53,098	
Depreciation expense reported on a government-wide basis	<u>(334,669)</u>	<u>(281,571)</u>
Change in Net Assets - Government-Wide Statement of Activities	\$	<u>41,493</u>

The accompanying notes are an integral part of the financial statements.

Grant Parish Sheriff

Statement of Fiduciary Net Assets

June 30, 2009

	<u>Agency Funds</u>
<u>Assets</u>	
Cash and Cash Equivalents	\$ 605,905
Receivables	2,878
Due from Other Funds	<u>406</u>
Total Assets	<u>\$ 609,189</u>
 <u>Liabilities</u>	
Due to Taxing Bodies and Others	\$ 517,141
Due to Other Funds	<u>92,048</u>
Total Liabilities	<u>\$ 609,189</u>

The accompanying notes are an integral part of the financial statements.

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As provided by Article V, Section 27 of the Louisiana Constitution of 1974, the sheriff serves a four-year term as the chief executive officer of the law enforcement district and ex-officio tax collector of the parish. The sheriff administers the parish jail system and exercises duties required by the parish court system, such as providing bailiffs, executing orders of the court, and serving subpoenas.

As the chief law enforcement officer of the parish, the sheriff has the responsibility for enforcing state and local laws and ordinances within the territorial boundaries of the parish. The sheriff provides protection to the residents of the parish through on-site patrols and investigations and serves the residents of the parish through the establishment of neighborhood watch programs, anti-drug abuse programs, et cetera. In addition, when requested, the sheriff provides assistance to other law enforcement agencies within the parish.

As the ex-officio tax collector of the parish, the sheriff is responsible for collecting and distributing ad valorem property taxes, sales taxes, state revenue sharing funds, fines, costs, and bond forfeitures imposed by the district court.

The accompanying policies conform to generally accepted accounting principles for governmental units.

Financial Reporting Entity

The Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of a financial reporting entity. The basic criterion for including a potential component unit within a reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. These criteria includes:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the reporting entity to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the reporting entity.
2. Organizations for which the reporting entity does not appoint a voting majority but are fiscally dependent on the reporting entity.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

Based on the previous criteria, the Grant Parish Sheriff's Office is considered a primary government. Furthermore, based on application of the criteria presented above, the Sheriff's Office has no component units.

Basic Financial Statements

The basic financial statements include both government-wide and fund financial statements. Both government-wide and fund financial statements categorize all of the Grant Parish Sheriff's operations as governmental activities. Governmental activities involve government services that are normally supported by taxes and intergovernmental revenues.

The government-wide and fund financial statements present the Grant Parish Sheriff's financial position and results of operations from differing perspectives which are described as follows:

Government-Wide Financial Statements

The Statement of Net Assets and the Statement of Activities display information about the Grant Parish Sheriff as a whole. The effect of most interfund activity is eliminated from these financial statements. Furthermore, government-wide financial statements exclude any fiduciary activities which are reported in the fund financial statements.

Program revenues reported in the Statement of Activities consist of amounts that are directly associated with a governmental service. Program revenues include charges for services and most grants.

Fund Financial Statements

Funds are separate accounting entities that are designed to assist with demonstrating legal compliance and segregating transactions by activity. The Sheriff's funds include governmental funds and fiduciary funds described as follows:

Governmental Funds

Major individual funds are reported as separate columns in the fund financial statements. Sheriff's major funds are described as follows:

General Fund – The general fund is the primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Emergency 911 Fund – This fund is used to account for funds dedicated to the providing emergency communications.

COPS Meth Initiative – This fund is used to account for the proceeds of Grant Funds provided by the Department of Justice to combat crimes involving methamphetamines.

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

Capital Projects – This fund is used to account for funds that have been set aside for the purpose of acquiring or replacing significant capital assets.

Fiduciary Funds

Fiduciary funds utilized by the Sheriff's Office are limited to an agency fund that accounts for assets held as an agent on behalf of individuals and organizations. The agency fund is custodial in nature and does not measure of results of operations.

Basis of Accounting and Measurement Focus

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. The basis of accounting and measurement focus used for various financial statement presentations are described as follows:

<u>Financial Statement Presentation</u>	<u>Basis of Accounting</u>	<u>Measurement Focus</u>
Government-Wide Financial Statements	Accrual Basis	Economic Resources
Fund Financial Statements	Modified Accrual Basis	Current Financial Resources

Under the accrual basis of accounting and the economic resources measurement focus, revenues are recorded when earned and expenses are recorded when a liability is incurred.

Under the modified accrual basis of accounting and the current financial resources measurement focus revenue is recognized when it is considered measurable and available. Revenue is generally considered available if it is collected within 60 days of year end or may otherwise be available to finance current expenditures. In addition, expenses are generally recorded when a liability has been incurred. Furthermore, when the current financial resources measurement focus is used, amounts recorded as assets exclude capital assets and the acquisition of capital assets is treated as an expenditure. In addition, long-term debts are excluded from amounts reported as liabilities. Proceeds from issuing long-term debt is reported as an other financing source and repayment of long-term debt is reported as an expenditure.

Use of Estimates

The preparation of financial statement in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Budget Practices

Budgets are adopted on the modified accrual basis of accounting, as discussed in the Governmental Funds. Annual appropriated budgets are usually adopted for the General and Special Revenue Funds. All annual appropriations lapse at the end of the fiscal year. Budgets for capital projects are adopted on a project-length basis. Because these non-operating budgets primarily serve as a management control function, no comparison between budgeted and actual amounts for funds budgeted on this basis is provided in this document.

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

The Sheriff follows these procedures in establishing the budgetary data reflected in the financial statements:

- The Sheriff prepares a proposed budget no later than fifteen days prior to the beginning of each fiscal year.
- A summary of the proposed budget is published and the public is notified that the proposed budget is available for public inspection. At the same time, the date of the public hearing is published.
- A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
- After the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted prior to the commencement of the fiscal year for which the budget is being adopted.
- All budgets are controlled at the fund level, and are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP). Budgeted amounts shown in the financial statements are as originally adopted or as amended from time to time by the Sheriff.

Capital Assets

Capital assets include buildings, equipment and vehicles that are expected to remain in service for a period of years. Capital assets are reported in the government-wide financial statements but are excluded from the fund financial statements. Instead, the funds report the acquisition of capital assets as expenditures rather than asset acquisitions.

All capital assets are reported at historical cost less accumulated depreciation. Depreciation is computed using the straight-line method and estimated useful lives that are based on the expected durability of the particular asset. Useful lives range from 3 to 40 years depending on the nature of the capital asset.

Cash

Amounts reported as cash and cash equivalents (restricted and unrestricted) include all cash on hand, cash in bank accounts, certificates of deposit and highly liquid investments.

Accrued Leave

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are not reported in the Fund Financial Statements. The full liability and related costs are reported in the Government-Wide Financial Statements. No liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

Internal Activity

Resources belonging to particular funds are commonly shared with other funds that need access to additional resources. When resources are provided without expectation of repayment, the transaction is reported as a transfer. Transfers are treated as a source of income by the recipient and as an expense or expenditure by the provider. If repayment is eventually expected to occur, interfund receivables and payables are recorded. In preparing the government-wide financial statements, internal activity is eliminated.

Prepaid Items

The unused portion of insurance premiums and other expenses that are paid in advance are reported as prepaid items in the government-wide and fund financial statements.

Supplemental Wages

Certain employees receive supplemental wages from the State of Louisiana. These supplemental wages are recognized as intergovernmental revenues and salaries and related benefits.

NOTE 2 – TAXES

Operations of the Sheriff's Office are supported by both property and sales taxes. Details regarding both sources are presented as follows:

Property Taxes

Property taxes are assessed based on values determined by the Grant Parish Tax Assessor. These taxes are billed and collected by the Sheriff's civil office. For the year ended June 30, 2009, the Sheriff has levied property taxes as follows:

	<u>Millage</u>	<u>Expiration</u>
Millage for general operations authorized by Louisiana Revised Statutes.	27.76	N/A
Millage for the purpose of constructing, improving, maintaining and operating jail facilities	19.00	2020

Ad valorem taxes are assessed on a calendar year basis and are due on or before December 31 in the year the tax is levied. Revenues from ad valorem taxes are recognized as revenue in the year billed.

Sales Taxes

The Sheriff's Office levies a 1% sales tax for general operations including the following matters:

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

- Paying salaries and related benefits.
- Acquiring, leasing, operating and maintaining vehicles, furniture, fixtures and equipment.

NOTE 3 - CASH AND CASH EQUIVALENTS

The Grant Parish Sheriff's cash balances at June 30, 2009 are summaries as follows:

	<u>Governmental Funds</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Cash on Hand	\$ 1,100	\$ ----	\$ 1,100
Demand Deposits	705,866	605,905	1,311,771
Certificates of Deposit	2,421,646	----	2,421,646
Total	<u>\$ 3,128,612</u>	<u>\$ 605,905</u>	<u>\$ 3,734,517</u>

Deposits in financial institutions totaled \$3,950,021 (collected book balance). These deposits are secured from risk by \$800,244 in Federal Deposit Insurance and pledged securities with a market value of \$6,364,567. The pledged securities are held by a custodial bank in the name of the pledging institution (fiscal agent). However, State Law imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within ten (10) days of being notified that the fiscal agent has failed to pay deposited funds upon demand.

The Grant Parish Sheriff limits credit risk by requiring pledged securities in the manner described above. In addition, interest rate risk is minimized by acquiring only those certificates of deposit that have an original maturity of two years or less.

NOTE 4 - RECEIVABLES

Receivables at year end are summarized as follows:

	<u>General Fund</u>	<u>Emergency 911 Fund</u>	<u>COPS Meth Initiative</u>	<u>Other Gov't Funds</u>	<u>Total</u>
<u>Accounts Receivable</u>					
Sales Taxes	\$ 88,944	\$ ----	\$ ----	\$ ----	\$ 88,944
Other	33,722	30,200	----	----	63,922
Total	<u>122,666</u>	<u>30,200</u>	<u>----</u>	<u>----</u>	<u>152,866</u>

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

	<u>General Fund</u>	<u>Emergency 911 Fund</u>	<u>COPS Meth Initiative</u>	<u>Other Gov't Funds</u>	<u>Total</u>
<u>Due From Governments</u>					
Feeding and Housing					
Prisoners	70,453	----	----	----	70,453
Department of Justice	----	----	104,919	5,946	110,865
State Supplemental Pay	14,687	----	----	----	14,687
Other	----	----	----	----	----
Total	<u>85,140</u>	<u>----</u>	<u>104,919</u>	<u>5,946</u>	<u>196,005</u>
Total Receivables	<u>\$ 207,806</u>	<u>\$ 30,200</u>	<u>\$ 104,919</u>	<u>\$ 5,946</u>	<u>\$ 348,871</u>

NOTE 5 – CAPITAL ASSETS

A summary of the Grant Parish Sheriff's capital assets is provided as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
Land	<u>\$ 29,738</u>	<u>\$ ----</u>	<u>\$ ----</u>	<u>\$ 29,738</u>
<u>Capital Assets Being Depreciated:</u>				
Buildings and Improvements	3,954,067	----	----	3,954,067
Equipment	939,624	----	----	939,624
Vehicles	830,036	53,099	59,219	823,916
Less Accumulated Depreciation	(1,528,317)	(334,670)	(59,219)	(1,803,768)
Total Subject to Depreciation	<u>4,195,410</u>	<u>(281,571)</u>	<u>----</u>	<u>3,913,839</u>
Total Net of Depreciation	<u>\$ 4,225,148</u>	<u>\$ (281,571)</u>	<u>\$ ----</u>	<u>\$ 3,943,577</u>

NOTE 6 – PAYABLES

Accounts payable at year end are summarized as follows:

	<u>General Fund</u>	<u>Emergency 911 Fund</u>	<u>COPS Meth Initiative</u>	<u>Other Gov't Funds</u>	<u>Total</u>
Payable to Venders	\$ 50,120	\$ 217	\$ 101,343	\$ 1,344	\$ 153,024
Payroll Withholding	4,872	----	----	----	4,872
Total Payables	<u>\$ 54,992</u>	<u>\$ 217</u>	<u>\$ 101,343</u>	<u>\$ 1,344</u>	<u>\$ 157,896</u>

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

NOTE 7 – ACCRUED LEAVE

Long-term liabilities are limited to accrued leave earned by Sheriff employees. Resources provided by the general fund are used to liquidate the accrued leave balances. Accrued leave balances and activity are presented as follows:

Beginning Balance	\$ 39,701
Net Increase (Decrease)	<u>(6,748)</u>
Ending Balance	<u>\$ 32,953</u>

NOTE 8 - RISK MANAGEMENT

The Grant Parish Sheriff is exposed to various risks of loss related to torts; theft, damage or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Grant Parish Sheriff insures against these risks by participating in a public entity risk pool that operates as a common insurance program and by purchasing commercial insurance. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

NOTE 9 – RETIREMENT PLAN

Plan Description. Substantially all employees of the Grant Parish Sheriff's Office are members of the Louisiana Sheriffs Pension and Relief Fund (System), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees.

All sheriffs and all deputies who are found to be physically fit, who earn at least \$400 per month, and who were between the ages of 18 and 50 at the time of original employment are required to participate in the System. Employees are eligible to retire at or after age 55 with at least 12 years of credited service and receive a benefit, payable monthly for life, equal to a percentage of their final-average salary for each year of credited service. The percentage factor to be used for each year of service is 2.5% for each year if total service is at least 12 but less than 15 years, 2.75% for each year if total service is at least 15 but less than 20 years, and 3% for each year if total service is at least 20 years (Act 1117 of 1995 increased the accrual rate by 0.25% for all service rendered on or after January 1, 1980.) In any case, the retirement benefit cannot exceed 100% of their final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least 12 years of service and do not withdraw their employee contributions may retire at or after age 55 and receive the benefit accrued to their date of termination as indicated previously. Employees who terminate with at least 20 years of credited service are also eligible to elect early benefits between ages 50 and 55 with reduced benefits equal to the actuarial equivalent of the benefit to which they would otherwise be entitled at age 55. The System also provides death and disability benefits. Benefits are established or amended by state statute.

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana Sheriffs Pension and Relief Fund, Post Office Box 3163, Monroe, Louisiana 71220, or by calling (318) 362-3191.

Funding Policy. Plan members are required by state statute to contribute 10.0% of their annual covered salary and the Grant Parish Sheriff is required to contribute at an actuarially determined rate. The current rate is 11.0% of annual covered payroll. Contributions to the System also include one-half of one percent of the taxes shown to be collectible by the tax rolls of each parish and funds as required and available from insurance premium taxes. The contribution requirements of plan members and the Grant Parish Sheriff are established and may be amended by state statute. As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Grant Parish Sheriff's contributions to the System for the years ending June 30, 2007, 2008 and 2009, were \$372,627, \$382,857 and \$411,654, respectively, equal to the required contributions for each year.

NOTE 10 – OTHER POST EMPLOYMENT BENEFITS

Details regarding other post employment benefits that the Sheriff's Office provides for its workforce are provided as follows:

Plan Description

The Sheriff's Office's established policies and procedures include providing certain healthcare benefits for retirees. This policy amounts to a single-employer defined benefit healthcare plan (the Plan) administered by the Sheriff's Office. The Plan provides medical benefits through the Sheriff's Office's group health insurance plans which covers both active and retired members. Benefits under the plan are made available to employees upon actual retirement. The Plan does not issue a publicly available financial report. Plan participants are typically eligible for healthcare benefits when they become eligible for benefits from the Louisiana Sheriffs Pension and Relief Fund.

Employees do not contribute to their post employment benefits costs until they become retirees and begin receiving those benefits. Until July 1, 2008, the Sheriff's Office recognized the cost of providing post-employment medical benefits (the Sheriff's Office's portion of the retiree medical benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you-go basis. For the year ended June 30, 2009, the Sheriff's Office's portion of health care funding cost for retired employees totaled approximately \$48,167.

Effective with the Fiscal Year beginning July 1, 2008, the Sheriff's Office implemented Government Accounting Standards for Accounting and Financial Reporting by Employers for Post employment Benefits Other than Pensions. The provisions have been implemented on a prospective basis.

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

Annual Required Contribution

The Sheriff's Office's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with Governmental Accounting Standards Board (GASB) Pronouncements. The Annual Required Contribution (ARC) is the sum of the Normal Cost plus the contribution to amortize the Actuarial Accrued Liability (AAL). A level dollar, closed amortization period of 30 years (the maximum amortization period allowed) has been used for the post-employment benefits. The total ARC for the fiscal year beginning July 1, 2008 is \$164,964, as set forth below:

Normal Cost	\$ 116,999
30-year UAL amortization amount	<u>47,965</u>
Annual required contribution (ARC)	<u>\$ 164,964</u>

Net Post Employment Benefit Obligation (Asset)

The table below shows the Sheriff's Office's Net Other Post-employment Benefit (OPEB) Obligation (Asset) for fiscal year ending June 30, 2009:

Annual required contribution	\$ 164,964
Interest on Net OPEB Obligation	----
ARC Adjustment	<u>----</u>
OPEB Cost	164,964
Current year retiree premium	<u>(48,167)</u>
Change in Net OPEB Obligation	116,797
Beginning Net OPEB Obligation	<u>----</u>
Ending Net OPEB Obligation	<u>\$ 116,797</u>

The following table shows the Sheriff's Office's annual post employment benefits (PEB) cost, percentage of the cost contributed, and the net unfunded post employment benefits (PEB) liability (asset):

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual Cost Contributed</u>	<u>Net OPEB Obligation (Asset)</u>
June 30, 2009	\$ 164,964	29.2%	\$ 116,797

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

Funded Status and Funding Progress

In the fiscal year ending June 30, 2009, the Sheriff's Office made no contributions to its post employment benefits plan. The plan was not funded at all, has no assets, and hence has a funded ratio of zero. As of July 1, 2008, the first and most recent actuarial valuation, the Actuarial Accrued Liability (AAL) was \$1,217,087, which is defined as that portion, as determined by a particular actuarial cost method (the Sheriff's Office uses the Alternative Measurement Method in accordance with GASB methodology), of the actuarial present value of post employment plan benefits and expenses which is not provided by normal cost. Since the plan was not funded in fiscal year 2009, the entire actuarial accrued liability of \$1,217,087 was unfunded.

Actuarial Accrued Liability (AAL)	\$ 1,217,087
Actuarial Value of Plan Assets	----
Unfunded Act. Accrued Liability (UAAL)	\$ 1,217,087
Funded Ratio	0%
Covered Payroll (active plan members)	\$ 1,959,114
UAAL as a percentage of covered payroll	62.1%

Actuarial Methods and Assumptions

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. The actuarial valuation for post employment benefits includes estimates and assumptions regarding (1) turnover rate; (2) retirement rate; (3) health care cost trend rate; (4) mortality rate; (5) discount rate (investment return assumption); and (6) the period to which the costs apply (past, current, or future years of service by employees). Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan (the plan as understood by the Sheriff's Office and its employee plan members) at the time of the valuation and on the pattern of sharing costs between the Sheriff's Office and its plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the Sheriff's Office and plan members in the future. Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets.

Actuarial Cost Method

The ARC is determined using the Alternative Measurement Method in accordance with GASB methodology. The employer portion of the cost for retiree medical care in each future year is

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

determined by projecting the current cost levels using the healthcare cost trend rate and discounting this projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality, and turnover.

Actuarial Value of Plan Assets

The plan has not been funding accordingly there are no plan assets.

Turnover Rate

Actuarial assumptions are based on standard turnover assumptions published by GASB.

Post employment Benefit Plan Eligibility Requirements

Eligibility for benefits begins at retirement and entitlement to benefits continues through to death.

Investment Return Assumption (Discount Rate)

Generally Accepted Accounting Principles state that the investment return assumption should be the estimated long-term investment yield on the investments that are expected to be used to finance the payment of benefits (that is, for a plan which is funded). Based on the assumption that the ARC will not be funded, a 3% annual discount rate has been used in this valuation. This discount rate is consistent with the Sheriff's Office's typical return on short term investments.

Health Care Cost Trend Rate

The expected rate of increase in medical cost is based on trends that are expected to evolve over time. The initial rate and the ultimate rate expected take effect within ten years are presented as follows:

	<u>Initial Rate</u>	<u>Ultimate Rate</u>
Health	3.00%	3.00%
Pharmacy	9.00%	4.70%
Dental	4.00%	3.00%
Vision	3.00%	3.00%

Mortality Rate

The expected rate of mortality is based on published rate tables (RP2000 Mortality Table for Males and Females).

NOTE 11 – INTERNAL BALANCES

Internal balances include interfund receivables and payables as well as operating transfers. These various types of internal balances are presented as follows:

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

Interfund Receivables and Payables

In the ordinary course of business funds engage in transactions on behalf of other funds resulting in various interfund obligations that are summarized as follows:

	<u>General Fund</u>	<u>COPS Meth Initiative</u>	<u>Non-Major Funds</u>	<u>Total</u>
<u>Interfund Receivables</u>				
These funds are entitled to receive reimbursement from various grant funds for expenditures incurred on behalf of the grant funds	\$ 42,050	\$ —	\$ —	\$ 42,050
The General Fund is legally entitled to resources held by various special revenue funds	3,847	—	—	3,847
The General Fund is holding cash on behalf of the COPS Meth Initiative	—	6,213	—	6,213
Total Interfund Receivables	<u>\$ 45,897</u>	<u>\$ 15,096</u>	<u>\$ —</u>	<u>\$ 52,110</u>
<u>Interfund Payables</u>				
These funds are obligated to reimburse the General Fund and Emergency 911 for certain expenditures incurred on behalf of these grants	\$ —	\$ 20,616	\$ 21,434	\$ 42,050
These funds currently hold resources that the general fund is legally entitled to receive.	—	—	3,847	3,847
The General Fund is holding cash on behalf of the COPS Meth Initiative	6,213	—	—	6,213
Interfund Payables	<u>\$ 6,213</u>	<u>\$ 20,616</u>	<u>\$ 25,281</u>	<u>\$ 52,110</u>

Operating Transfers

In the ordinary course of business, resources are transferred between funds for various reasons. A description of the transfers and the purpose for the transfers is presented as follows:

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

	<u>General Fund</u>	<u>Emergency 911 Fund</u>	<u>Capital Projects</u>	<u>Non-Major Funds</u>	<u>Total</u>
<u>Transfers In</u>					
The Emergency 911 Fund has transferred resources to the general fund in order to offset cost incurred by the General Fund that benefit 911 operations	\$ 85,000	\$ —	\$ —	\$ —	\$ 85,000
Excess Funds remaining in the inmate fund were transferred to the General Fund	24,418	—	—	—	24,418
The General Fund has transferred resources to provide matching contributions for various grant programs	—	—	—	6,916	6,916
Total Transfers In	<u>\$ 109,418</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 6,916</u>	<u>\$ 116,334</u>
<u>Transfers Out</u>					
The General Fund has transferred resources to provide matching contributions for various grant programs	\$ 6,916	\$ —	\$ —	\$ —	\$ 6,916
The Emergency 911 Fund has transferred resources to the general fund in order to offset cost incurred by the General Fund that benefit 911 operations	—	85,000	—	—	85,000
Excess Funds remaining in the inmate fund were transferred to the General Fund	—	—	—	24,418	24,418
Total Transfers Out	<u>\$ 6,916</u>	<u>\$ 85,000</u>	<u>\$ —</u>	<u>\$ 24,418</u>	<u>\$ 116,334</u>

NOTE 12 – CONTINGENCIES:

Existing conditions that may have financial consequences are referred to as contingencies. Contingencies existing at June 30, 2009 are described as follows:

Litigation:

Like most governmental units with extensive and diverse operations, the Sheriff's Office is occasionally named as a defendant in litigation. Based on consultation with the Office's Attorneys, pending litigation is summarized as follows:

<u>Number of Cases</u>	<u>Probable Outcome</u>	<u>Potential Financial Exposure</u>
1	In Favor of Sheriff's Office	\$ 5,000
1	Cannot be Determined at This Time	Unknown

GRANT PARISH SHERIFF

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

Grant Compliance:

The Sheriff's Office receives state and federal assistance through various grant programs. Management is confident that all significant grant conditions have been met; however, grantor agencies routinely review grant activity and could request reimbursement if a dispute occurs regarding compliance with grant conditions.

Grant Parish Sheriff

Statement of Revenue, Expenditures and Changes in Fund Balance - Budget vs Actual General Fund For the Year Ended June 30, 2009

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>				
Taxes				
Property Taxes	\$ 1,563,500	\$ 1,695,288	\$ 1,702,012	\$ 6,724
Sales Taxes	930,000	900,000	926,965	26,965
Intergovernmental	340,050	386,812	411,802	24,990
Fees, Charges, Fines and Forfeitures	961,724	1,025,784	1,046,487	20,703
Other	28,000	72,556	62,505	(10,051)
Total revenues	<u>3,823,274</u>	<u>4,080,440</u>	<u>4,149,771</u>	<u>69,331</u>
<u>Expenditures:</u>				
Current				
Public Safety				
Grant Parish				
Personnel Services	2,933,500	2,844,992	2,802,588	42,404
Operating Services	525,850	586,847	558,182	28,665
Materials and Supplies	407,100	351,600	418,705	(67,105)
Other Expenses	19,725	14,237	41,936	(27,699)
Capital Expenditures	58,100	95,542	53,098	42,444
Total expenditures	<u>3,944,275</u>	<u>3,893,218</u>	<u>3,874,509</u>	<u>18,709</u>
Excess (Deficiency) of Revenues Over Expenditures	(121,001)	187,222	275,262	88,040
<u>Other Financing Sources (Uses)</u>				
Transfers In	-	-	109,418	109,418
Transfers Out	-	-	(6,916)	(6,916)
Net Change in Fund Balances	(121,001)	187,222	377,764	190,542
Fund balance - Beginning of Year	<u>2,238,412</u>	<u>2,238,412</u>	<u>2,238,412</u>	-
Fund balance - End of Year	<u>\$ 2,117,411</u>	<u>\$ 2,425,634</u>	<u>\$ 2,616,176</u>	<u>\$ 190,542</u>

Grant Parish Sheriff

Statement of Revenue, Expenditures and Changes in Fund Balance - Budget vs Actual

Major Special Revenue Funds

For the Year Ended June 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Emergency 911 Fund</u>				
<u>Revenues:</u>				
Fees, Charges, Fines and Forfeitures	\$ 145,000	\$ 145,000	\$ 170,242	\$ 25,242
Other	33,000	3,000	4,365	1,365
Total revenues	<u>178,000</u>	<u>148,000</u>	<u>174,607</u>	<u>26,607</u>
<u>Expenditures:</u>				
Public Safety				
Operating Services	-	-	948	(948)
Materials and Supplies	48,800	48,948	45,801	3,147
Other	500	250	69	181
Capital Expenditures	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>79,300</u>	<u>49,198</u>	<u>46,818</u>	<u>2,380</u>
Excess (Deficiency) of Revenues Over Expenditures	98,700	98,802	127,789	28,987
<u>Other Financing Sources (Uses)</u>				
Transfers Out	<u>(60,000)</u>	<u>(85,000)</u>	<u>(85,000)</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ 38,700</u>	<u>\$ 13,802</u>	<u>\$ 42,789</u>	<u>\$ 28,987</u>
<u>COPS Meth Initiative</u>				
<u>Revenues:</u>				
Intergovernmental	\$ 300,134	\$ 300,134	\$ 280,051	\$ (20,083)
Total revenues	<u>300,134</u>	<u>300,134</u>	<u>280,051</u>	<u>(20,083)</u>
<u>Expenditures:</u>				
Public Safety	<u>300,134</u>	<u>300,134</u>	<u>280,051</u>	<u>20,083</u>
Total expenditures	<u>300,134</u>	<u>300,134</u>	<u>280,051</u>	<u>20,083</u>
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Grant Parish Sheriff**Schedule of Funding Progress**
Retiree Healthcare Plan

	Actuarial Valuation Date <u>June 30, 2008</u>
Actuarial Value of Assets	\$ -
Actuarial Accrued Liability	\$ 1,217,087
Unfunded Actuarial Accrued Liability	\$ 1,217,087
Funded Ratio	0.00%
Covered Payroll	\$ 1,989,114
Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll	61.2%

Supplemental Disclosures:

At June 30, 2009, management was not aware of any factors expected to significantly affect the identification of trends in the amounts reported

Grant Parish Sheriff

Combining Balance Sheet - Non-Major Governmental Funds

June 30, 2009

	Inmate Fund	Metham- phetamine Task Force	COPS Multi Parish Meth Initiative	Total Other Governmental Funds
Assets				
Cash and Cash Equivalents	\$ 5,191	\$ 14,801	\$ 687	\$ 20,679
Receivables	-	5,946	-	5,946
Due From Fiduciary Funds	-	-	-	-
Due From Other Funds	-	-	-	-
Total assets	<u>\$ 5,191</u>	<u>\$ 20,747</u>	<u>\$ 687</u>	<u>\$ 26,625</u>
Liabilities and Fund Balance				
<u>Liabilities</u>				
Accounts Payable	\$ 1,344	\$ -	\$ -	\$ 1,344
Due to Other Funds	3,847	20,747	687	25,281
Total liabilities	<u>5,191</u>	<u>20,747</u>	<u>687</u>	<u>26,625</u>
<u>Fund Balance</u>				
Unreserved				
Special Revenue Funds	-	-	-	-
Capital Project Funds	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 5,191</u>	<u>\$ 20,747</u>	<u>\$ 687</u>	<u>\$ 26,625</u>

Grant Parish Sheriff

Combining Statement of Revenue, Expenditures and Changes in Fund Balance - Non-Major Governmental Funds For the Year Ended June 30, 2009

	<u>Inmate Fund</u>	<u>Metham- phetamine Task Force</u>	<u>COPS Multi Parish Meth Initiative</u>	<u>Total Other Governmental Funds</u>
<u>Revenues:</u>				
Intergovernmental	\$ -	\$ 20,747	\$ 30,853	\$ 51,600
Other	24,418	-	-	24,418
Total revenues	<u>24,418</u>	<u>20,747</u>	<u>30,853</u>	<u>76,018</u>
<u>Expenditures:</u>				
Current				
Public Safety				
Personnel Services	-	25,548	-	25,548
Operating Services	-	1,915	-	1,915
Materials and Supplies	-	200	-	200
Other Expenses	-	-	-	-
Claiborne Parish	-	-	5,531	5,531
Winn	-	-	25,322	25,322
Total expenditures	<u>-</u>	<u>27,663</u>	<u>30,853</u>	<u>58,516</u>
Excess (Deficiency) of Revenues Over Expenditures	24,418	(6,916)	-	17,502
<u>Other Financing Sources (Uses)</u>				
Transfers In	-	6,916	-	6,916
Transfers Out	<u>(24,418)</u>	<u>-</u>	<u>-</u>	<u>(24,418)</u>
Net Change in Fund Balances	-	-	-	-
Fund balance - Beginning of Year	-	-	-	-
Fund balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Grant Parish Sheriff**Combining Statement of Fiduciary Net Assets - Agency Funds****June 30, 2009**

	Agency Funds					
	Bonds and Fines Fund	Cash Bonds Fund	Civil Fund	Property Tax Collections	Sales Tax Collections	Total
<u>Assets</u>						
Cash and Cash Equivalents	\$ 49,753	\$ 93,236	\$ 20,433	\$ 96,513	\$ 345,970	\$ 605,905
Receivables	-	-	-	2,863	15	2,878
Due from Other Funds	-	406	-	-	-	406
Total Assets	<u>\$ 49,753</u>	<u>\$ 93,642</u>	<u>\$ 20,433</u>	<u>\$ 99,376</u>	<u>\$ 345,985</u>	<u>\$ 609,189</u>
<u>Liabilities</u>						
Due to Taxing Bodies and Others	\$ 39,476	\$ 93,642	\$ 20,433	\$ 99,376	\$ 264,214	\$ 517,141
Due to Other Funds	10,277	-	-	-	81,771	92,048
Total Liabilities	<u>\$ 49,753</u>	<u>\$ 93,642</u>	<u>\$ 20,433</u>	<u>\$ 99,376</u>	<u>\$ 345,985</u>	<u>\$ 609,189</u>

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December 16, 2009

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

The Honorable Baxter Welch
Grant Parish Sheriff

We have audited the financial statements of the Grant Parish Sheriff, as of and for the year ended June 30, 2009, and have issued our report thereon dated December 16, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit, we considered the Grant Parish Sheriff's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Sheriff's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Sheriff's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal, course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Sheriff's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Sheriff's financial statements that is more than inconsequential will not be prevented or detected by the Sheriff's internal control.

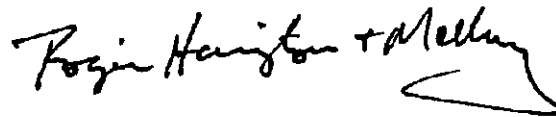
A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Sheriff's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether the Grant Parish Sheriff's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

This report is intended for the information of management. However, this report is a matter of public record and its distribution is not limited.



ROZIER, HARRINGTON & MCKAY
Certified Public Accountants

GRANT PARISH SHERIFF

SCHEDULE OF FINDINGS AND QUESTIONED COST For the Year Ended June 30, 2009

PART I - SUMMARY OF AUDITOR'S RESULTS:

- The Independent Auditors' Report on the basic financial statements of the Grant Parish Sheriff as of June 30, 2009 and for the year then ended expressed an unqualified opinion.
- The audit did not disclose any audit findings which are considered to be significant control deficiencies or material weaknesses.
- The results of the audit disclosed no instances of noncompliance required to be reported in the Schedule of Findings and Questioned Cost.

PART II - FINDINGS RELATING TO THE FINANCIAL STATEMENTS WHICH ARE REQUIRED TO BE REPORTED IN ACCORDANCE WITH GENERALLY ACCEPTED GOVERNMENTAL AUDITING STANDARDS:

- None

GRANT PARISH SHERIFF

MANAGEMENT'S CORRECTIVE ACTION PLAN For the Year Ended June 30, 2009

SECTION I Internal Control And Compliance Material To The Financial Statements.	
No findings were reported in the schedule of findings and questioned costs.	Response – N/A
SECTION II Internal Control And Compliance Material To Federal Awards	
No findings were reported in the schedule of findings and questioned costs.	Response – N/A
SECTION III Management Letter	
No management letter was issued with this report.	Response – N/A

GRANT PARISH SHERIFF

SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COST For the Year Ended June 30, 2009

SECTION I Internal Control And Compliance Material To The Financial Statements.	
No findings were reported in the schedule of findings and questioned costs.	Response – N/A
SECTION II Internal Control And Compliance Material To Federal Awards	
No findings of this nature were reported as a result of the previous audit.	Response – N/A
SECTION III Management Letter	
No management letter was issued with the previous audit.	Response – N/A